

# KANSAS DEPARTMENT OF CREDIT UNIONS

400 Kansas Avenue Suite B

Topeka, Kansas 66603

Phone (785) 296-3021

FAX (785) 296-6830

<http://www.ink.org/public/kdcu/>

E-mail [kdcu1@mindspring.com](mailto:kdcu1@mindspring.com)

---

## ADMINISTRATOR'S BULLETIN

## VOLUME SIX NUMBER THREE

November 30, 2000

---

### CREDIT UNION COUNCIL NEWS

The Kansas Credit Union Council will meet Thursday, December 14, 2000 at 10:00 A.M. in the Kansas Department of Credit Unions Conference Room, 400 Kansas Ave., Suite B, Topeka, Kansas.

The Council will discuss proposed changes to state statutes regarding late report fees, amendments to reserving statute, and adding rule and regulation authority over foreign credit unions doing business in Kansas. In addition, the Council will review the department budget, mid-year financial trends of Kansas chartered credit unions and examination issues.

All Council Meetings are subject to the open meeting regulations. We encourage credit union officials and staff to attend.

For those wishing to place an item on the agenda or speak to the Credit Union Council, please contact David Dick, Council Chair or Jerel Wright, Administrator, 400 Kansas Ave., Suite B, Topeka, Kansas, 66603 or call 785-296-3021.

### DEPARTMENT NEWS

KDCU staff members have attended a number of educational and regulator conferences over the past few months. Here are some the sessions attended by staff.

Gail Kasson, Chief Financial Examiner, recently attended the 2000 Senior Management Symposium held at the University of Wisconsin, Madison. The Symposium, presented by NASCUS and CUNA Mutual, covers a variety of senior level

issues, management skills training, E-Commerce and E-Risks Updates.

James Klausen, Financial Examiner III, has completed all five levels of NCUA New Examiner Training and has completed 1 year with KDCU on October 8, 2000.

Manny Lopez, Financial Examiner IV, recently completed an NCUA effective writing course and will complete 10 years with KDCU on December 3, 2000.

Richard Yadon, Financial Examiner III, recently completed NCUA New Examiner Training levels I and II in Alexandria, Virginia. Richard started work with KDCU on September 18, 2000 and has many years of financial institution experience.

All NCUA training schools are certification programs and are part of each examiners career advancement program.

### CALL REPORTS for 12-31-2000

The December 31, 2000 Call Reports will be mailed the end of December and will be due in our office by January 22, 2001. The 12/31/2000 call report has been revised to comply with the Credit Union Membership Access Act (CUMAA) by gathering specific data necessary for the implementation of Prompt Corrective Action. Other revisions have been made to help obtain information needed for the Information Systems and Technology Program. When you receive the Call Report booklet, on the second page, you will find twelve changes listed.

# KANSAS DEPARTMENT OF CREDIT UNIONS

400 Kansas Avenue Suite B

Topeka, Kansas 66603

Phone (785) 296-3021

FAX (785) 296-6830

<http://www.ink.org/public/kdcu/>

E-mail [kdcu1@mindspring.com](mailto:kdcu1@mindspring.com)

---

## ADMINISTRATOR'S BULLETIN

## VOLUME SIX NUMBER THREE

November 30, 2000

---

### **STATISTICS FOR KANSAS FEDERALLY INSURED STATE-CHARTERED CUs as of 6/30/2000.**

For comparison purposes, we have listed the Average Growth Ratios for all federal-insured Kansas chartered credit union's from 12/31/1999 to 6/30/2000.

These ratios represent averages for all Kansas credit unions.

- Loan to share ratio: 85.8%
- Average share growth: 4.5%
- Average loan growth: 11.2%
- Average capital growth: 7.7%
- Average return on assets: 0.9%
- Delinquent/assets ratio: 0.6%
- Gross income/assets: 8.5%
- Operating expense/ assets: 3.9%
- Cost of funds/average assets: 3.4%
- Loan/assets 73.0%
- Net capital/average assets: 10.9%

Your credit union's financial statistics may vary and these ratios are not an indication that your credit union is operating outside the norm for credit unions of your size and structure.

The Board of Directors and Supervisory Committees should understand and document the differences.

### **NEW CAMEL RATING SYSTEM**

Credit Unions soon will receive NCUA Letter to Credit Unions # 00-CU-08 from the National Credit Union Administration (NCUA) outlining changes to the CAMEL rating system originally adopted in 1987.

The NCUA Board has approved significant changes to the rating/values as part of the adoption of the Prompt Corrective Action (PCA) regulation.

KDCU Examiners will use the new ratings/values in credit union examinations beginning January 2001.

We recommend that Presidents/Managers, Board of Directors, and Supervisory Committees take the time to study this guide.

### **NATIONAL SHARE INSURANCE DIVIDEND**

A number of credit unions have contacted the KDCU about the annual share insurance dividend typically paid by NCUA in October of each year.

KDCU has no official information from NCUA, although, the November 8th, 2000 publication of the **Credit Union Times** reports that the dividend payment will occur after the first of the year.

The article cites the Credit Union Membership Access Act (CUMAA) and changes to the calculation period as the reason for the delay in payment of the dividend.

The article states that potential dividends will not be declared until the first quarter of 2001 since the December Call Report information will be unavailable until the end of January, which also means the credit union will delay booking the dividend until 2001.

---

Jerel Wright, Credit Union Administrator